



JOHN NAIMO
AUDITOR-CONTROLLER

**COUNTY OF LOS ANGELES
DEPARTMENT OF AUDITOR-CONTROLLER**

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December 9, 2014

TO: Sachi Hamai
Interim Chief Executive Officer

FROM: John Naimo 
Auditor-Controller

SUBJECT: **FISCAL YEAR 2014-15 FIRST QUARTER REPORT ON AUDIT-RELATED FUNDING TRANSFERRED FROM GENERAL FUND DEPARTMENTS**

In the Fiscal Year (FY) 2010-11 Supplemental Budget, \$1.6 million in Net County Cost (NCC) was transferred from selected General Fund departments to the Auditor-Controller (A-C) Operating budget to fund audit-related services for those departments. As a result, these General Fund departments are no longer billed for cyclical and routine audits conducted by the Auditor-Controller.

As part of the agreement in providing this funding, your office requested that we provide an annual recap of the actual cost of the audit-related services provided to these departments. The Audit Committee also requested that, beginning in FY 2011-12, we provide this same information on a quarterly basis. Attached is a chart detailing the audits and associated costs by department for the first quarter of this fiscal year. Audit costs for the remainder of the year are anticipated to decrease significantly from the first quarter level and, at this time, A-C estimates that total costs will be on budget.

Please call me if you have any questions, or your staff may contact Elaine Ma, Budget & Fiscal Officer, at (213) 974-7605.

JN:LC:CYL:EYM:kt

FY 2014-15 Audit Services for NCC GF Depts - Cover Memo - 1st Qtr.docx

Attachment

c: Audit Committee

AUDITOR-CONTROLLER
FY 2014-15
Audit Costs for NCC-General Fund Departments

| Dept. - Audit / Assistance Provided | 1st Quarter | | | 1st Qtr. Total | FY 2014-15 Total |
|---|------------------|------------------|------------------|-------------------|---------------------|
| | JUL 2014 | AUG 2014 | SEPT 2014 | | |
| Alternate Public Defender | | | | | |
| Payroll & Personnel Review | | | 13,483.79 | 13,483.79 | 13,483.79 |
| TOTAL | 0.00 | 0.00 | 13,483.79 | 13,483.79 | 13,483.79 |
| Animal Care & Control | | | | | |
| Departmental Request, Technical Assistance | 1,534.73 | | 384.58 | 1,919.31 | 1,919.31 |
| Revenue and Collections Audit | | | 11,404.98 | 11,404.98 | 11,404.98 |
| TOTAL | 1,534.73 | 0.00 | 11,789.57 | 13,324.29 | 13,324.29 |
| Chief Executive Office | | | | | |
| Departmental Request, Technical Assistance | 1,842.11 | 2,315.51 | 869.78 | 5,027.40 | 5,027.40 |
| Claims Vision System | | | 3,032.24 | 3,032.24 | 3,032.24 |
| TOTAL | 1,842.11 | 2,315.51 | 3,902.02 | 8,059.64 | 8,059.64 |
| Agricultural Commissioner/Weights & Measures | | | | | |
| ACWM Voyager Card Review | 14,911.88 | 12,484.76 | 7,713.95 | 35,110.59 | 35,110.59 |
| TOTAL | 14,911.88 | 12,484.76 | 7,713.95 | 35,110.59 | 35,110.59 |
| Beaches & Harbors | | | | | |
| Small Craft Harbor Design Control Board Sunset Review | | 2,266.45 | 743.83 | 3,010.29 | 3,010.29 |
| TOTAL | 0.00 | 2,266.45 | 743.83 | 3,010.29 | 3,010.29 |
| Board of Supervisors | | | | | |
| Third Party Liability Letters FY 12-13 | 3,865.75 | 13,540.78 | 2,501.61 | 19,908.15 | 19,908.15 |
| Commission on Alcohol and Other Drugs Sunset Review | 1,126.52 | 303.21 | | 1,429.73 | 1,429.73 |
| Trust, Accruals, and Commitments Review | 13,865.68 | 2,776.59 | | 16,642.26 | 16,642.26 |
| Sunset Review Miscellaneous | 931.77 | 1,023.88 | 449.57 | 2,405.22 | 2,405.22 |
| TOTAL | 19,789.73 | 17,644.46 | 2,951.18 | 40,385.37 | 40,385.37 |
| District Attorney | | | | | |
| District Attorney Voyager Card Review | 12,787.16 | 21,910.95 | 9,413.94 | 44,112.05 | 44,112.05 |
| District Attorney Procurement Review | 31,300.81 | 28,639.71 | 34,741.59 | 94,682.11 | 94,682.11 |
| Request to Change/Close Revolving Funds | | 216.86 | | 216.86 | 216.86 |
| TOTAL | 44,087.97 | 52,245.07 | 42,677.98 | 139,011.02 | 139,011.02 |
| Chief Information Office | | | | | |
| Board IT Policy Revision Review | 1,212.88 | 3,108.06 | 2,122.58 | 6,443.52 | 6,443.52 |
| Security Engineering Team | 1,544.31 | | | 1,544.31 | 1,544.31 |
| CIO Security Meetings | | 595.86 | | 595.86 | 595.86 |
| McAfee Vulnerability for Audit | 1,603.43 | 151.62 | 216.86 | 1,971.90 | 1,971.90 |
| Security Engineering Team | 729.88 | 867.39 | 1,597.29 | 3,194.55 | 3,194.55 |
| TOTAL | 5,090.50 | 4,722.93 | 3,936.72 | 13,750.15 | 13,750.15 |
| Coroner/Medical Examiner | | | | | |
| Coroner Management Audit Follow-up Review | 6,045.83 | 759.00 | | 6,804.83 | 6,804.83 |
| TOTAL | 6,045.83 | 759.00 | 0.00 | 6,804.83 | 6,804.83 |
| Probation | | | | | |
| Probation Board IT and Security Policy Review | 27,155.54 | 19,996.71 | 17,876.27 | 65,028.52 | 65,028.52 |
| Probation Contracting Review | 46,062.88 | 32,080.83 | 39,086.89 | 117,230.60 | 117,230.60 |
| Probation Trust Fund Audits in Compliance with Welfare & Institutions Code 275(b) | 379.03 | 492.81 | | 871.84 | 871.84 |
| Departmental Request, Technical Assistance | 661.64 | | | 661.64 | 661.64 |
| TOTAL | 74,259.09 | 52,570.35 | 56,963.16 | 183,792.60 | 183,792.60 |
| Parks and Recreation | | | | | |
| Parks Prop A Maintenance Services | 416.96 | 113.73 | 75.82 | 606.51 | 606.51 |
| Parks Voyager Card Review | 2,847.91 | 1,565.71 | 10,582.70 | 14,996.32 | 14,996.32 |
| Parks Commission Sunset Review | 181.41 | 108.84 | 181.41 | 471.67 | 471.67 |
| Proposition A - Stevenson Ranch Area | 2,907.98 | 36,584.24 | 1,917.01 | 41,409.23 | 41,409.23 |
| Departmental Request, Technical Assistance | | 37.91 | | 37.91 | 37.91 |
| WO#8-20A P&P Concessionaire Revenue Agreement F/C Audit | 1,768.06 | 599.03 | 1,779.90 | 4,146.99 | 4,146.99 |
| TOTAL | 8,122.32 | 39,009.46 | 14,536.84 | 61,668.62 | 61,668.62 |

AUDITOR-CONTROLLER
FY 2014-15
Audit Costs for NCC-General Fund Departments

| Dept. - Audit / Assistance Provided | 1st Quarter | | | 1st Qtr. Total | FY 2014-15 Total |
|---|-------------------|-------------------|-------------------|-------------------|---------------------|
| | JUL 2014 | AUG 2014 | SEPT 2014 | | |
| Registrar-Recorder | | | | | |
| Revolving Fund Review 2012-13 | | | 379.04 | 379.04 | 379.04 |
| RR/CC Change Fund Increase Request 3 | 135.53 | | 162.63 | 298.16 | 298.16 |
| Departmental Request, Technical Assistance | | 184.25 | 75.82 | 260.07 | 260.07 |
| Equipment and Supply Warehousing Review | | | 16,849.89 | 16,849.89 | 16,849.89 |
| TOTAL | 135.53 | 184.25 | 17,467.37 | 17,787.15 | 17,787.15 |
| Sheriff's | | | | | |
| Sheriff's Capital Projects Funding Review: Dec 13 - Feb 14 | 568.57 | | | 568.57 | 568.57 |
| Capital Projects Funding Review: March 14 - May 14 | 29,517.80 | 6,260.49 | | 35,778.29 | 35,778.29 |
| Capital Projects Funding Review: June 14 | 13,887.83 | 19,263.32 | 2,084.65 | 35,235.81 | 35,235.81 |
| Departmental Request, Technical Assistance | | 341.15 | 606.50 | 947.65 | 947.65 |
| 2014-2015 Citizen's Commission on Jail Violence Fiscal Review | | | 633.81 | 633.81 | 633.81 |
| TOTAL | 43,974.21 | 25,864.96 | 3,324.96 | 73,164.13 | 73,164.13 |
| Treasurer and Tax Collector | | | | | |
| TTC Trust Funds Review | 4,735.79 | 5,484.65 | 3,815.14 | 14,035.58 | 14,035.58 |
| WO #7-97 Redemption Fiscal/Compliance Audit | | 216.86 | 108.43 | 325.28 | 325.28 |
| TOTAL | 4,735.79 | 5,701.50 | 3,923.57 | 14,360.87 | 14,360.87 |
| Multiple Departments | | | | | |
| IT Risk Assessment FY 12-13 | 909.67 | | | 909.67 | 909.67 |
| Internal Control Certification Program FY 13-14 Monitoring, Follow-up, and Technical Assistance Multiple Depts. | 2,121.49 | 2,144.30 | 3,393.08 | 7,658.87 | 7,658.87 |
| Audit Recommendation Follow-up as of 12/31/13 | 3,606.54 | 1,852.12 | 1,084.28 | 6,542.93 | 6,542.93 |
| IT Risk Assessment | 1,105.36 | 3,564.49 | | 4,669.84 | 4,669.84 |
| Revolving Fund Review 2013-14 | 148.07 | 135.54 | 4,632.24 | 4,915.86 | 4,915.86 |
| Foundation Report Monitoring FY 13-14 | 1,446.67 | 1,716.41 | 2,911.67 | 6,074.75 | 6,074.75 |
| Countywide IT Risk Assessment FY 14-15 | | 3,775.39 | 17,143.64 | 20,919.03 | 20,919.03 |
| Third Party Liability Letters FY 13-14 | | 3,700.50 | 1,130.17 | 4,830.67 | 4,830.67 |
| TOTAL | 9,484.56 | 16,741.98 | 30,295.08 | 56,521.62 | 56,521.62 |
| TOTAL AUDIT COSTS FOR NCC-GENERAL FUND DEPTS. | 234,014.26 | 232,510.67 | 213,710.03 | 680,234.96 | 680,234.96 |